

CREECH ST MICHAEL BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020



CREECH ST MICHAEL BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

I Kelland
M Partridge
D Browse
S Barnes
J Medlock
Revd. M Bradley
J Warden
B Cavaghan
I Tremain

(Appointed 26 October
2020)

Charity number

1133944

Independent examiner

P A Stallard
Lentells Limited
Ash House
Cook Way
Bindon Road
Taunton
Somerset
TA2 6BJ

CREECH ST MICHAEL BAPTIST CHURCH

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CREECH ST MICHAEL BAPTIST CHURCH

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the church's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

Objectives and activities

The objectives of the charity are to advance the Christian faith according to the principles of the Baptist denomination. It also advances education and undertakes other charitable purposes in the UK and other parts of the world.

The activities undertaken include public worship, prayer, bible study, teaching, encouragement, education and pastoral care.

Public Benefit Statement

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the church should undertake.

Grant-making Policy

Grants are approved by the church meeting within the approval of the annual budget with any additional items voted by the same body during the year as the need arises.

CREECH ST MICHAEL BAPTIST CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance

Review of the Past Year

As for everyone, 2020 was an unprecedented year due to the pandemic.

At the beginning of the year, we continued with our outreach activities, including the successful Life Café, various groups for young people both within the church and from the wider local community, groups run within local primary and secondary schools, the HubBub group for older people etc. We also held weekly Sunday services, including children's work.

However, in March lockdown began and these groups had to stop meeting in person.

Starting immediately, our services moved online and thanks to the talents of various members these have been very well received, with growing numbers tuning in as the year went on, and more members becoming involved both onscreen and behind the scenes. These online services (via YouTube and Facebook) have been a successful form of outreach, and we have seen an increase in church membership, and an increase in interest from those seeking to know more about our faith.

Also immediately, all staff began working from home. They kept in regular online contact, allowing them to support each other and maintain the day-to-day running of the church. The member of staff appointed in the role of Creative Communications in 2019 proved invaluable in 2020, creating and editing imaginative and accessible online content, often involving church members, which greatly furthered the work of outreach even during lockdown, as well as enabling us to maintain our sense of church family.

Life Groups (smaller groups within the church who meet together for Bible study and mutual support and prayer) also moved online and increased in membership, including an increase in interest from those not previously part of Life Groups and in some cases not previously part of our church. This resulted in the creation of a new Life Group, to accommodate the increase in numbers.

Early into lockdown we established prayer and practical support via email and phone, enabling the church to pray for specific needs and to offer a shopping service for those shielding etc. Youth work moved online, with youth groups run via zoom for those willing and able to attend. These were run by the youth work team, and offered support and contact to young people.

Sunday morning children's work moved to Zoom, eventually running most weeks immediately before the Sunday morning services. These were run by our children's work team, and included sending out craft packs to families who registered for them, so that the children could do crafts 'together' and maintain important connections with the church family.

The successful annual Holiday Club, although unable to run in person, was run online. This included a week of livestreamed videos, and craft packs sent to each child registered, and was very popular. An Alpha Course was also run online via Zoom, allowing various people to ask questions about our faith and seek information and support from our church family.

During the temporary easing of restrictions in the summer, a covid-safe outdoor service was run successfully, with many households able to attend.

In September a church member attending Bristol Baptist College started a placement with us as a minister-in-training, participating in, and leading various online services such as prayer workshops, reflective services etc

Over Christmas, the Life Café opened an outdoor 'Winter Hut'. This was extremely popular with both church members and the wider community, establishing and renewing relationships and support that may have faltered during lockdown. The church was also able to donate a Christmas tree to the village, as we do each year. This year, as we were unable to hold a carol service, 6 people 'toured' the village (with a tree!), singing carols outside at an appropriate distance from houses. This was enthusiastically welcomed by the community. Christmas services were all online, and included a Christmas choir, with each singer and musician recorded individually and then edited together into a choir. This was extremely well-received as a way of conveying the Christian message of Christmas, locally, nationally and even internationally!

CREECH ST MICHAEL BAPTIST CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Child Protection Policy

The Baptist Union 'Safe to Grow' Policy was affirmed by the members.

Financial review

The attached financial statements show the state of finances of the church and comply with the Charities Act 2011 and the Charities SORP.

The Statement of Financial Activities shows net income for the year of £11,088 after charging depreciation of £15,467.

The balance sheet shows an increase in net assets to £334,482. Of this figure, £66,207 now relates to the general fund, £12,706 relates to the designated funds and £255,569 relates to restricted funds for outreach, love gifts, mission, church property and building funds.

As pointed out at note 1.12, Brookings Cottage and The Arches are held by a separate charity, the 'Brookings Trust'. As such, all assets, liabilities, income and expenses of this charity are excluded from the accounts of Creech St Michael Baptist Church.

Reserves Policy

The church has adopted a minimum level of income reserves of three months of budgeted expenditure excluding restricted or designated expenditure. This reserve is adopted in order for the church to meet its financial obligations should there be a sudden reduction in its income. At the year end, the unrestricted net asset balance amounted to £66,207.

Investment powers and policy

The trustees are responsible for ensuring that sufficient cash is held to cover day to day expenses of the charity and the best returns available are achieved on surplus funds.

Risk management

The trustees have assessed the major risks to which the church is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The church was established by Trust Deed and has a written constitution, last updated 19 May 2014.

The trustees who served during the year and up to the date of signature of the financial statements were:

I Kelland

M Partridge

D Browse

J Metcalfe

(Resigned 1 June 2020)

D Woosley

(Resigned 1 June 2020)

S Barnes

J Medlock

Revd. M Bradley

J Warden

B Cavaghan

D Knight

(Resigned 1 October 2020)

I Tremain

(Appointed 26 October 2020)

The Trustees were appointed by the membership of the church in general meeting. Induction and training needs are provided for by other trustees and external guidance is sought when needed.

CREECH ST MICHAEL BAPTIST CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The Church is a registered charity under registration number 1133944. The church address is Creech St Michael Baptist Church, Creech St Michael, Taunton, Somerset, TA3 5QQ.

Trustees' Expenses and Remuneration

In the current year and the previous year, no remuneration or expenses were paid to the Trustees in their capacity as charity Trustees. However, Revd Huffman, Revd Bradley, Mr Partridge and Mrs Warden all received remuneration for other aspects of their church duties. Remuneration paid to these individuals is shown within the accounts.

Related Charities

The custodian trustee of the church is the Baptist Union Corporation Limited (charity number 249635), which is controlled by the Baptist Union Council. The church is also a member of the Baptist Union of Great Britain.

The trustees' report was approved by the Board of Trustees.



MG Bradley
Signed on 27/07/21 @ 20:40

.....
Revd. M Bradley

Trustee

Dated:

CREECH ST MICHAEL BAPTIST CHURCH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the church and of the incoming resources and application of resources of the church for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the church and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CREECH ST MICHAEL BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CREECH ST MICHAEL BAPTIST CHURCH

I report to the trustees on my examination of the accounts of Creech St Michael Baptist Church (the church) for the year ended 31 December 2020.

Responsibilities and basis of report

As the trustees of the church you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the church's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the church as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



PA Stallard

Countersigned on 29/07/21 @ 12:32

P A Stallard

Dated:

CREECH ST MICHAEL BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

Current financial year

		Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £	Total 2019 £
	Notes					
<u>Income from:</u>						
Donations and legacies	3	196,786	7,775	21,070	225,631	277,510
Charitable activities	4	686	-	-	686	4,061
Investments	5	573	-	-	573	566
Total income		<u>198,045</u>	<u>7,775</u>	<u>21,070</u>	<u>226,890</u>	<u>282,137</u>
<u>Expenditure on:</u>						
Charitable activities	6	<u>132,908</u>	<u>15,196</u>	<u>62,698</u>	<u>210,802</u>	<u>280,131</u>
Net incoming/(outgoing) resources before transfers		65,137	(7,421)	(41,628)	16,088	2,006
Net incoming/(outgoing) resources before transfers		65,137	(7,421)	(41,628)	16,088	2,006
Gross transfers between funds		<u>(16,020)</u>	<u>(1,350)</u>	<u>17,370</u>	<u>-</u>	<u>-</u>
Net income/(expenditure) for the year/ Net movement in funds		49,117	(8,771)	(24,258)	16,088	2,006
Fund balances at 1 January 2020		<u>34,297</u>	<u>23,281</u>	<u>265,816</u>	<u>323,394</u>	<u>321,388</u>
Fund balances at 31 December 2020		<u><u>83,414</u></u>	<u><u>14,510</u></u>	<u><u>241,558</u></u>	<u><u>339,482</u></u>	<u><u>323,394</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

CREECH ST MICHAEL BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

Prior financial year

		Unrestricted funds general 2019 £	Unrestricted funds designated 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes				
<u>Income from:</u>					
Donations and legacies	3	209,680	24,357	43,473	277,510
Charitable activities	4	4,061	-	-	4,061
Investments	5	566	-	-	566
Total income		214,307	24,357	43,473	282,137
<u>Expenditure on:</u>					
Charitable activities	6	185,054	24,426	70,651	280,131
Net incoming/(outgoing) resources before transfers		29,253	(69)	(27,178)	2,006
Gross transfers between funds		(38,994)	2,468	36,526	-
Net income/(expenditure) for the year/ Net movement in funds		(9,741)	2,399	9,348	2,006
Fund balances at 1 January 2019		44,038	20,882	256,468	321,388
Fund balances at 31 December 2019		34,297	23,281	265,816	323,394

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

CREECH ST MICHAEL BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	10		220,493		235,959
Current assets					
Debtors	11	9,702		4,504	
Cash at bank and in hand		113,828		88,758	
		<u>123,530</u>		<u>93,262</u>	
Creditors: amounts falling due within one year	12	<u>(4,541)</u>		<u>(5,827)</u>	
Net current assets			118,989		87,435
Total assets less current liabilities			<u>339,482</u>		<u>323,394</u>
Income funds					
Restricted funds	13		241,558		265,816
Unrestricted funds - designated			14,510		23,281
Unrestricted funds - general			83,414		34,297
			<u>339,482</u>		<u>323,394</u>

The financial statements were approved by the Trustees on



M Bradley
Signed on 27/07/21 @ 20:40

.....
Revd. M Bradley
Trustee



Jane Warden
Signed on 29/07/21 @ 12:05

.....
J Warden
Trustee

CREECH ST MICHAEL BAPTIST CHURCH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	17		24,497		13,064
Investing activities					
Purchase of tangible fixed assets		-		(37,215)	
Interest received		573		566	
		<hr/>		<hr/>	
Net cash generated from/(used in) investing activities			573		(36,649)
Net cash used in financing activities			<hr/> -		<hr/> -
Net increase/(decrease) in cash and cash equivalents			25,070		(23,585)
Cash and cash equivalents at beginning of year			88,758		112,343
Cash and cash equivalents at end of year			<hr/> <hr/> 113,828		<hr/> <hr/> 88,758

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

The Church is a registered charity. The charity's registration number is 1133944. The church address is Creech St Michael Baptist Church, Creech St Michael, Taunton, Somerset TA3 5QQ.

1.1 Accounting convention

The accounts have been prepared in accordance with the church's trust deed, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The church is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the church. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the church has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Unrestricted designated funds are funds which have been designated for a particular purpose. These funds may be redesignated at the discretion of the church. An analysis of the unrestricted designated funds is given in the notes to the financial statements.

Restricted Income funds are funds which are subject to specific trusts and objects. These comprise specific love gifts, amounts earmarked out of general giving specifically for Outreach and Mission, and the original amounts used for the re-building of the church building. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Income

Income is recognised when the church is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the church has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the church has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Lettings income is recognised when the rental is due.

Investment income is accounted for when it is receivable.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Expenditure Grants

Grants and donations are accounted for when paid or awarded, if the award creates a binding obligation.

Other Charitable Expenditure

Expenditure that directly relates to a cost category is charged solely to that category. However, where expenditure relates to at least two such categories, the cost is apportioned as necessary. Expenditure is generally recognised when incurred and is accounted for gross.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	1% straight line (Improvements 5%)
Fixtures and fittings	20% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

The deacons believe the historic cost of the freehold property to be £250,000 as incurred between 1983 and 1985. This specifically excludes the historic cost of the land which was gifted in the 1860's and is certainly immaterial to these accounts.

The original cost of fixtures and equipment at 31 December 1999 was not known. It was not cost effective to value all of the related assets. Therefore, the cost at that date has been taken at its insurance value as per the September 1999 declaration as allowed by the Charities SORP. Fixtures and equipment purchased since that date have been capitalised at cost and subjected to depreciation as above.

1.7 Impairment of fixed assets

At each reporting end date, the church reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.9 Financial instruments

The church has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the church's balance sheet when the church becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the church's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the church is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.12 Brookings Cottage and The Arches

Both of these properties are held by a separate charity, the 'Brookings Trust', and a separate return is made to the Charity Commission. As such, all assets, liabilities, income and expenses of this charity are excluded from the accounts of Creech St Michael Baptist Church.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

2 Critical accounting estimates and judgements

In the application of the church's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

3 Donations and legacies

	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Unrestricted funds designated 2019 £	Restricted funds 2019 £	Total 2019 £
Donations and gifts	196,786	7,775	21,070	225,631	209,680	24,357	43,473	277,510
	196,786	7,775	21,070	225,631	209,680	24,357	43,473	277,510
Donations and gifts								
Offerings	148,304	-	-	148,304	153,479	-	-	153,479
Income tax recoverable	26,597	-	-	26,597	31,737	-	2,500	34,237
Love gifts	-	-	20,929	20,929	-	-	11,328	11,328
Other specified income	11,365	180	141	11,686	10,360	6,051	13,220	29,631
Outreach income	10	7,595	-	7,605	-	18,306	175	18,481
Gift from the Brookings Trust	10,010	-	-	10,010	13,455	-	-	13,455
Building fund receipts	-	-	-	-	-	-	16,250	16,250
Sundry receipts	500	-	-	500	649	-	-	649
	196,786	7,775	21,070	225,631	209,680	24,357	43,473	277,510

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	2020 £	2019 £
Charitable rental income	686	4,061
	<u>686</u>	<u>4,061</u>
Analysis by fund		
Unrestricted funds - general	686	
	<u>686</u>	
For the year ended 31 December 2019		
Unrestricted funds - general		4,061
		<u>4,061</u>

5 Investments

	Unrestricted funds general 2020 £	Unrestricted funds general 2019 £
Interest receivable	573	566
	<u>573</u>	<u>566</u>

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

6 Charitable activities

	2020 £	2019 £
Staff costs	63,681	96,001
Depreciation and impairment	15,349	12,338
Charitable Giving	63,086	82,738
Property expenditure	32,528	48,479
Church meetings and speaker expenses	5,122	7,253
Youth activities	3,160	5,197
	<u>182,926</u>	<u>252,006</u>
Share of support costs (see note 7)	27,876	28,125
	<u>210,802</u>	<u>280,131</u>
Analysis by fund		
Unrestricted funds - general	132,908	
Unrestricted funds - designated	15,196	
Restricted funds	62,698	
	<u>210,802</u>	
For the year ended 31 December 2019		
Unrestricted funds - general		185,054
Unrestricted funds - designated		24,426
Restricted funds		70,651
		<u>280,131</u>

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Staff costs	21,493	-	21,493	19,596	-	19,596
Depreciation	118	-	118	118	-	118
Subscriptions	1,174	-	1,174	1,823	-	1,823
Bank charges	46	-	46	66	-	66
Catering costs	230	-	230	1,618	-	1,618
Office running costs	2,499	-	2,499	2,788	-	2,788
Other accountancy and payroll costs	756	-	756	766	-	766
Independent Examination	1,560	-	1,560	1,350	-	1,350
	<u>27,876</u>	<u>-</u>	<u>27,876</u>	<u>28,125</u>	<u>-</u>	<u>28,125</u>
Analysed between Charitable activities	<u>27,876</u>	<u>-</u>	<u>27,876</u>	<u>28,125</u>	<u>-</u>	<u>28,125</u>

8 Trustees

In the current year and the previous year, no remuneration or expenses were paid to the Trustees in their capacity as charity Trustees. However, Revd Bradley, Mr Partridge and Mrs Warden all received remuneration for other aspects of their church duties. Remuneration paid to these individuals is shown in the notes to the financial statements.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Administrative	3	2
Pastoral	2	3
	<u>5</u>	<u>5</u>

Employment costs

	2020 £	2019 £
Wages and salaries	74,778	98,314
Social security costs	1,746	4,851
Other pension costs	8,650	12,432
	<u>85,174</u>	<u>115,597</u>

A defined contribution pension scheme is made available to all eligible employees. The employer cost of this scheme is shown above. The outstanding liability at the year end was £845 (2019: £610).

There were no employees whose annual remuneration was £60,000 or more.

10 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 January 2020	300,831	158,417	459,248
At 31 December 2020	<u>300,831</u>	<u>158,417</u>	<u>459,248</u>
Depreciation and impairment			
At 1 January 2020	92,619	130,669	223,288
Depreciation charged in the year	5,042	10,425	15,467
At 31 December 2020	<u>97,661</u>	<u>141,094</u>	<u>238,755</u>
Carrying amount			
At 31 December 2020	<u>203,170</u>	<u>17,323</u>	<u>220,493</u>
At 31 December 2019	<u>208,212</u>	<u>27,747</u>	<u>235,959</u>

Generally, all of the fixed assets are used for charitable purposes, though some of the fixtures and equipment are used in the administration function and the church centre is periodically let when under used for other purposes.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

11 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Trade debtors	(1)	2
Other debtors	5,000	-
Prepayments and accrued income	4,703	4,502
	<u>9,702</u>	<u>4,504</u>
	<u><u>9,702</u></u>	<u><u>4,504</u></u>

12 Creditors: amounts falling due within one year

	2020	2019
	£	£
Other taxation and social security	1,482	1,798
Trade creditors	-	643
Accruals and deferred income	3,059	3,386
	<u>4,541</u>	<u>5,827</u>
	<u><u>4,541</u></u>	<u><u>5,827</u></u>

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2019	Movement in funds			Balance at 1 January 2020	Movement in funds			Balance at 31 December 2020
	£	Incoming resources	Resources expended	Transfers	£	Incoming resources	Resources expended	Transfers	£
Outreach Fund	11,765	175	(5,102)	3,886	10,724	-	-	(10,724)	-
Love Gifts & Mission Fund	8,149	5,406	(38,977)	32,640	7,218	20,929	(47,108)	28,094	9,133
Other Specified Fund	3,176	5,142	(3,210)	-	5,108	141	(1,717)	-	3,532
Church Property & Building Fund	233,378	16,250	(10,862)	-	238,766	-	(13,873)	-	224,893
New Wine Fund	-	4,000	-	-	4,000	-	-	-	4,000
Ilfracombe BC Fund	-	12,500	(12,500)	-	-	-	-	-	-
	256,468	43,473	(70,651)	36,526	265,816	21,070	(62,698)	17,370	241,558

The Outreach and Mission Funds receive and disburse specified proportions of unspecified offerings received including tax recoverable. The proportions for the current year amounted to 3% for Outreach (2019: 2%) and 15% for Mission (2019: 15%).

The Love Gifts and Other Specified Fund receives and disburses specific gifts.

The Church Property and Building Fund relates to the funds used for the re-building and improvement of the church and the centre.

The New Wine fund and the Ilfracombe BC fund were created in 2019 for specific giving.

CREECH ST MICHAEL BAPTIST CHURCH
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

14 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2019 £	Movement in funds			Balance at 1 January 2020 £	Movement in funds			Balance at 31 December 2020 £
		Incoming resources £	Resources expended £	Transfers £		Incoming resources £	Resources expended £	Transfers £	
Youth Fund	1,793	-	-	-	1,793	-	-	-	1,793
Contingency Fund	18,491	-	-	1,943	20,434	-	-	(20,434)	-
Fellowship Fund	-	1,051	(1,576)	525	-	180	(12)	-	168
Outreach Life Cafe	598	18,306	(17,850)	-	1,054	7,139	(11,015)	2,822	-
Special Missions Fund	-	5,000	(5,000)	-	-	-	-	-	-
Outreach/Local Mission Fund	-	-	-	-	-	456	(4,169)	16,262	12,549
	<u>20,882</u>	<u>24,357</u>	<u>(24,426)</u>	<u>2,468</u>	<u>23,281</u>	<u>7,775</u>	<u>(15,196)</u>	<u>(1,350)</u>	<u>14,510</u>

The Youth Fund receives amounts given to support Youth activities and those families working with young people in the local community. The Special Mission fund is to help individuals with specific training and support.

The Fellowship Fund receives amounts from the General Fund for use in particular cases of need and hardship within the fellowship.

The Outreach Life Cafe was set up in 2016. Surplus funds generated are distributed to good causes.

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

15 Analysis of net assets between funds	Unrestricted Funds		Unrestricted Designated Funds		Restricted Funds		Unrestricted Funds		Unrestricted Designated Funds		Restricted Funds		Total		Total	
	2020	£	2020	£	2020	£	2019	£	2019	£	2019	£	2020	£	2019	£
Fund balances at 31 December 2020 are represented by:																
Tangible assets	332		1,844		218,317		450		3,320		232,189		220,493		235,959	
Current assets/(liabilities)	70,875		10,862		37,252		33,847		19,961		33,627		118,989		87,435	
	<u>71,207</u>		<u>12,706</u>		<u>255,569</u>		<u>34,297</u>		<u>23,281</u>		<u>265,816</u>		<u>339,482</u>		<u>323,394</u>	

CREECH ST MICHAEL BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

16 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	60,879	89,872

Transactions with related parties

In the current year and the previous year, no remuneration or expenses were paid to the Trustees in their capacity as charity Trustees. However, Revd Huffman, Revd Bradley, Mr Partridge and Mrs Warden all received remuneration for other aspects of their church duties. Remuneration paid to these individuals is shown within the accounts.

17	Cash generated from operations	2020 £	2019 £
	Surplus for the year	16,088	2,006
	Adjustments for:		
	Investment income recognised in statement of financial activities	(573)	(566)
	Depreciation and impairment of tangible fixed assets	15,467	12,456
	Movements in working capital:		
	(Increase)/decrease in debtors	(5,199)	213
	(Decrease) in creditors	(1,286)	(1,045)
	Cash generated from operations	24,497	13,064

18 Analysis of changes in net funds

The church had no debt during the year.